Precision Short Sales, Inc.

Real Solutions for Homeowners in Distress

UPSIDE
DOWN ?

Upside down mortgage

An upside down mortgage is simply a mortgage where the owner owes more than the house is worth. If the homeowner can afford his monthly mortgage payments and doesn't want to move from his home, the upside down mortgage may not affect him.

It will take a very long time for the homeowner to build up equity in his home, which will greatly limit his ability to refinance. In addition, if the homeowner tries to sell his home he might find himself in financial trouble. Let's say he has a $300,000 mortgage loan but can only sell his house for $200,000. After the sale of his home, he will owe the bank $100,000.

A Short Sale is where we get the lender to agree to accept less than the homeowner owes and waive the deficiency balance.